

Kentucky Personnel Cabinet 501 High Street Frankfort, KY



IC Memorandum 14-15

TO: KEHP/KGLI Insurance Coordinators and Billing Liaisons

FROM: Department of Employee Insurance – Kentucky Employees' Health Plan

Kentucky Group Life Insurance

SUBJECT: End of School Year Terminations, LWOP Processing, and Hiring Transfers

DATE: April 16, 2014

In an effort to streamline the entry of multiple types of terminations used by Board of Education, the Personnel Cabinet and the Kentucky Department of Education (KDE) will continue to use the same process for terminating benefits for school board employees during the summer transfer process as we have used in the recent past.

The MUNIS system was enhanced to automatically flow summer or school year-end terminations to KHRIS. When the new term code is entered in MUNIS, the employee's summer or year-end term will be sent to KHRIS and benefits terminated based upon the type of code input.

MUNIS Action Codes for Terms

There are four MUNIS action codes to use. You should continue to use the 0008 code if the employee is not considered a summer or year-end term.

Code	Timeframe	Effective Date of Term
50	Mid July	Health, HRA, FSA ends July 15
		Life ends July 31
51	End of July	All benefits end July 31
52	Mid August	Health, HRA, FSA ends August 15
		Life ends August 31
53	End of August	All benefits end August 31

Note: Full month premiums must be deducted for KGLI participants to remain eligible and allow the payment of benefactor proceeds in the event of employee death.

For MUNIS directions and information specific to these codes, please refer to KDE.

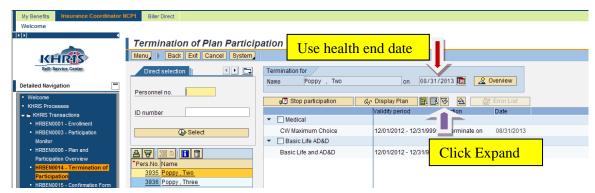
Confirm Termination

After submitting your first round of term codes on the MUNIS termination file, please verify the terms are going through correctly by using PA20 in KHRIS. If you do not see a termination, or the term has been entered but it is not what you anticipated, please let KDE, James Ross in DEI Enrollment Information Branch, and Joe Hughes in Group Life Insurance Branch know. Please be aware that there <u>may be delays of three to five business days</u> based on when you submit the term file and when it is received by DEI/KGLI and can be viewed in KHRIS. KDE sends KHRIS compiled term files daily. **If the MUNIS termination is marked as "posted" the data should be transmitted via the file process.** Also note that you will not receive import files in MUNIS showing termination of coverage if the termination is done through MUNIS.

Termination Doesn't Transmit to KHRIS

If after at least five business days, the termination did not process in KHRIS, please terminate the employee using this process:

- In PA40 enter the date <u>after</u> extended health insurance should end (7/16, 8/16 or 9/1)
 - Follow the PA40 steps outlined in the Benefits Administration User Guide, page 102 (these
 instructions are for beginning LWOP, but the same termination steps apply)
- Then proceed to HRBEN0014, use the coverage end date of 7/15, 7/31, 8/15, or 8/31 to stop participation



Use consistent benefit end date in all places: MUNIS, KHRIS PA40, and KHRIS HRBEN0014.

Note: Do not enter termination in MUNIS <u>and</u> KHRIS unless you know the MUNIS entry did not transfer via file to KHRIS.

COBRA Notification Required

Remember that **all terminations of health insurance require COBRA notification**. Do not assume the employee will transfer to another school. Enter the termination into Ceridian's WEBQE system at www.ceridian-benefits.com.

Hiring Transferred Employees

Please refer to Chapter 6, Page 2 of the <u>Administration Manual</u> for specifics on how to handle a school district employee who goes to a new school district. To hire an employee who is transferring into your agency as part of the summer transfer process, please complete an update form and send to EIB – mark the update form "Summer Transfer" on the top. Please note that as of January 2014, all new hires are automatically defaulted in the Standard CDHP at the single coverage level for health insurance. The new hire has 35 days to make his/her health insurance, FSA, HRA and life insurance benefit elections. If you have a transfer that should be treated as a new hire, the default plan will be in place unless the employee makes a timely election of coverage.

Leave Without Pay (LWOP)

Also as a reminder the MUNIS 0008 code <u>should NOT be used for beginning LWOP</u>. In order to end benefits in KHRIS for LWOP, please follow the instructions in the <u>Benefits Administration User Guide</u>, page 102.

For Questions Contact

KDE/MUNIS: KDE KHRIS Support Desk at kdekhrissupportdesk@education.ky.gov

DEI/EIB: James Ross at james.ross@ky.gov KGLI: Joe Hughes at joem.hughes@ky.gov